

**CHAPTER**  
**7**  
**SECTION 3**

**READING COMPREHENSION**

**Money and Elections**

**3**

1. How can campaign spending corrupt the political process?  
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2. What is the largest item in most campaign budgets?  
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3. List the five types of private contributors to election campaigns.
  - a. \_\_\_\_\_
  - b. \_\_\_\_\_
  - c. \_\_\_\_\_
  - d. \_\_\_\_\_
  - e. \_\_\_\_\_
4. What other sources of campaign finance are available?  
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5. Explain the two basic reasons why people give to campaigns.  
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6. What agency administers federal laws dealing with campaign finance? Why is it often unable to do an effective job?  
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\_\_\_\_\_
7. What are the four broad areas covered by federal election laws?
  - a. \_\_\_\_\_
  - b. \_\_\_\_\_
  - c. \_\_\_\_\_
  - d. \_\_\_\_\_
8. Name at least three disclosure requirements.  
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9. What are the limits on campaign contributions by individuals?  
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**READING COMPREHENSION (continued)**

**Money and Elections**

**3**

10. Briefly describe the two types of PACs.

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11. What are the limits on giving by PACs?

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12. Why are there few limits on campaign spending today?

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13. How does the Presidential Election Campaign Fund get its money?

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14. Why do many people predict the collapse of the public funding arrangements?

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15. What must a minor party do for its candidate to qualify for FEC funding?

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16. Explain the difference between hard money and soft money.

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17. What law was passed to deal with the “soft-money loophole”? What does it say?

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